

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 261059

44

ORIGIN EUR-12

INFO OCT-01 CCO-00 RSC-01 SS-15 SSO-00 ISO-00 EB-07 AGR-05

SP-02 L-02 CIAE-00 INR-05 NSAE-00 NSC-05 NSCE-00

INRE-00 OMB-01 CIEP-01 TRSE-00 AID-05 COME-00 /062 R

DRAFTED BY EUR/EE/RACHRISTENSEN/MJ

APPROVED BY EUR - JAARMITAGE

C - WSHINN

S/S - JPMOFFAT -

EB - RSIMPSON

AGRICULTURE - RSPENCER

----- 124144

O 262237Z NOV 74 ZFF5

FM SECSTATE WASHDC

TO AMEMBASSY BUCHAREST IMMEDIATE

INFO USLO PEKING IMMEDIATE

LIMITED OFFICIAL USE STATE 261059

TOSEC 515

E.O. 11652: GDS

TAGS: EAGR, ETRD, RO

SUBJECT: CCC CREDITS FOR ROMANIA

1. AMBASSADOR IS REQUESTED TO ADVISE GOR AS FOLLOWS:

A) THE ROMANIAN REQUEST FOR ADDITIONAL FEEDGRAINS CREDITS HAS BEEN CAREFULLY EXAMINED FOLLOWING SECRETARY'S VISIT TO BUCHAREST. DESPITE OUR DESIRE TO ASSIST ROMANIA IN THIS AREA, OUR SUPPLY SITUATION DOES NOT PERMIT US TO EXTEND NEW CREDITS FOR FEEDGRAINS IN ADDITION TO THE EXCEPTIONAL \$31 MILLION CREDIT WHICH WE GRANTED IN JULY. SINCE OCTOBER WHEN WE TOLD THE GOR THAT NEW CREDITS WERE NOT AVAILABLE, THE CROP ESTIMATE HAS FALLEN EVEN LOWER

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 261059

THAN ANTICIPATED. WE NOW ESTIMATE 1974 FEEDGRAINS

CROPS WILL BE 20 PERCENT BELOW 1973. US CROP FAILURE AND CONTINUING DEPLETION OF STOCKS HAVE CAUSED HIGH PRICES AND CREATED COST SQUEEZE WHICH IS CREATING SERIOUS PROBLEM FOR US LIVESTOCK INDUSTRY. SUPPLY SITUATION IS SUCH THAT WE MUST MAINTAIN A VOLUNTARY REPORTING AND PRIOR APPROVAL SALES SYSTEM IN ORDER TO ASSURE THAT EXPORT SALES CAN BE DELIVERED. (SEE STATE 221220 FOR DETAILS.) IN SUCH A SITUATION WE CANNOT AGREE TO FURTHER CCC CREDIT SALES.

B) DESPITE OUR TIGHT SUPPLY SITUATION, WE WISH TO

ASSURE THE GOR THAT WE WILL PROVIDE FOR ESSENTIAL ROMANIAN FEEDGRAIN NEEDS UNDER OUR PRIOR APPROVAL EXPORT SYSTEM TO THE EXTENT THAT ROMANIANS WISH TO MAKE CASH PURCHASES. WE CONTINUE TO VIEW ROMANIA AS A HIGH PRIORITY CCC CREDIT CUSTOMER AND WE WILL GIVE FUTURE REQUESTS FOR CCC FEEDGRAINS CREDITS CAREFUL CONSIDERATION WHEN THE SUPPLY SITUATION PERMITS US TO LIFT THE CURRENT MORATORIUM.

C) AS SECRETARY INDICATED DURING BUCHAREST VISIT, WE ARE WILLING TO APPROVE ADDITIONAL CREDIT FOR COTTON. WE ARE PREPARED TO REQUEST FORMAL APPROVAL FOR UP TO \$15 MILLION CREDIT FOR COTTON AND, IN ADDITION, UP TO \$10 MILLION CREDIT FORTO BACCO. BEFORE OBTAINING FORMAL APPROVAL FOR SUCH CREDITS, WE WILL NEED INDICATION FROM GOR OF AMOUNT OF PURCHASES THEY WOULD ANTICIPATE MAKING SO THAT CREDIT CAN BE TAILORED TO PURCHASES PLANS. INGERSOLL

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** CREDIT, POLICIES, GRAINS, NEGOTIATIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 26 NOV 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** MorefiRH  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974STATE261059  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** EE/RACHRISTENSEN/MJ  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D740343-0469  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19741110/aaaaaift.tel  
**Line Count:** 90  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** MorefiRH  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 04 JUN 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <04 JUN 2002 by elyme>; APPROVED <20-Nov-2002 by MorefiRH>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** CCC CREDITS FOR ROMANIA  
**TAGS:** EAGR, ETRD, RO, CCC-1  
**To:** BUCHAREST  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005